



## **MEMORANDUM**

DATE:

September 23, 2013

TO:

Mayor and Council

THRU:

Rich Dlugas, City Manager

Debra Stapleton, Director of Human Resources Division

FROM:

Valerie F. Hernandez, Benefit Programs Manager

**SUBJECT:** 

Recommendation for Approval of Liberty Mutual Insurance Company Agreement

Approve and authorize the Mayor and Council to approve a one year RECOMMENDATION: extension to the agreement between the City of Chandler and Liberty Mutual Insurance Company for benefit plan year 2014, effective January 1, 2014.

BACKGROUND: City staff reviews the employee benefits package each year with the assistance of an employee benefits consulting firm. Liberty Mutual Insurance Company offers employees and their dependents discounted group coverage for home and auto insurance to include an on-site representative on a quarterly basis and 24 hour claims service. This is a voluntary benefit; therefore there is no cost to the City.

PROPOSED MOTION: Move to approve and authorize the Mayor and Council to approve a one year extension to the agreement between the City of Chandler and Liberty Mutual Insurance Company for benefit plan year 2014, effective January 1, 2014.

## CALENDAR YEAR 2014 AMENDMENT TO GROUP SAVINGS PLUS HOLD HARMLESS AND MARKETING AGREEMENT BETWEEN THE CITY OF CHANDLER AND LIBERTY MUTUAL INSURANCE COMPANY, INC.

This Amendment ("Calendar Year 2014 Amendment"), is made and entered this 22 day of August, 2013 to the Group Savings Plus Hold Harmless and Marketing Agreement Between the City of Chandler and Liberty Mutual Life Insurance Company, and its affiliates and subsidiaries ("Liberty Mutual Insurance Company"), dated October 25, 2009 (the "Agreement").

WHEREAS, the City and Liberty Mutual Insurance Company entered into a Group Savings Plus Hold Harmless and Marketing Agreement dated October 25, 2009 for the term from November 1, 2009 through December 31, 2010; and subsequently extended it from January 1, 2011 through December 31, 2011 and from January 1, 2012 through December 31, 2012; and through the Calendar Year 2013 Amendment to Group Savings Hold Harmless and Marketing Agreement Between the City of Chandler and Liberty Mutual Insurance, Inc. the parties extended the Agreement for the term from January 1, 2013 through December 31, 2013; and

WHEREAS, the City and Liberty Mutual Insurance Company want to extend this Agreement for the term from January 1, 2014 through December 31, 2014.

NOW, THEREFORE, in consideration of the mutual covenants and provisions contained herein and other good and valuable consideration, the parties do agree as follows:

- 1. The term of the Agreement is extended for the term of January 1, 2014 through December 31, 2014.
- 2. Except for the provision amended in Item 1 above, the Agreement as amended by the Calendar Year 2013 Amendment to the Group Savings Plus Hold Harmless and Marketing Agreement Between the City of Chandler and Liberty Mutual Insurance Company shall remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have caused this Calendar Year 2014 Amendment to Group Savings Plus Hold Harmless and Marketing Agreement Between the City of Chandler and Liberty Mutual Insurance Company to be duly executed this 22 day of August 2013.

CITY OF CHANDLER, an Arizona municipal corporation	LIBERTY MUTUAL INSURANCE COMPANY
By:	By: Jacqueline Elliopulos Title: Manager, Affinity Contracts
APPROVED AS TO FORM:	ATTEST: (If corporation)
City Attorney CH for	Secretary
ATTEST:	-
City Clerk	